

Prescription Drug User Fees

Unapproved Drug Workshop

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CDER's Office of Regulatory Policy

PDUFA - 3 Kinds of Fees

- **Application Fees (one time - when human drug application submitted)**
- **Product Fees (annual)**
- **Establishment Fees (annual)**

Fees

<u>App Type</u>	<u>2007 Fee</u>
IND	0
NDA w clinical data (CD)	\$896,200
NDA: no CD	\$448,100
Supp: w CD	\$448,100
Supp: no CD	0

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Collection of Fees

- **Application Fees**
 - **No invoice; pay fee to Mellon Bank in Pittsburgh when application submitted; either need to have a waiver granted or must pay the fee when application submitted.**
- **Product and Establishment Fees**
 - **Invoiced in August each fiscal year; payment due October 1**
 - **“Clean up” bill in November**

Bundling Policy and Definition of Clinical Data

- **Guidance for Industry: Submitting Separate Marketing Applications and Clinical Data for Purposes of Assessing User Fees (Dec. 2004)**
 - **what may be submitted in an application**
 - **what may be submitted in a separate application**
 - **what may be submitted as a supplement**
 - **provides a uniform definition of the term “clinical data” for user fees**
 - **provides a level playing field for industry**

Human Drug Application?

- “Human Drug Applications” assessed fees:
 - 505(b)(1) applications and certain biologics submitted under section 351 of the PHA
 - Most 505(b)(2) applications
 - b2’s assessed fees if
 - new entity or
 - new “indication for a use” broadly interpreted
 - Not generic drug applications (505(j))

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505(b)(1) vs 505(b)(2)

- **Key difference – who owns the data?**
 - **505(b)(1) applications**
 - you own or have the right of reference to data required for approval
 - **505(b)(2) applications**
 - you do not own or do not have the right of reference to data required for approval

Fee paying 505(b)(2)?

- Examples of new “indication for a use” include any change from application previously approved under section 505(b):
 - new indication
 - new patient population
 - new dosing regime
 - statements comparing to another product
- Once a 505(b)(2) application for a particular product is approved, subsequent applications will be submitted under 505(j) and will not be assessed fees under PDUFA

Human Drug Application?

- “Human Drug Applications” do not include:
 - OTC Monograph Drugs (vs NDA OTC drugs)
 - ANDA’s (a.k.a. 505(j)’s)
 - Investigational new drugs applications (INDs)
 - Drug Master Files (DMFs)
 - CBER carve outs (e.g., crude allergenic extracts)
 - Certain 505(b)(2)’s (those that are not new entities or new “indications for a use”)
- Exemptions
 - Government applications IF not for commercial use
 - Orphan Exemption

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Waivers - 736(d) of the FDC Act

- Small Business
- Public Health
- Barrier to Innovation
- Fees Exceed the Cost

Small Business

- **First human drug application for you and your affiliates**
- **You and your affiliates have under 500 employees**
- **Full application fee waiver!**

Public Health – Barrier to Innovation

- Benefits public health or is innovative
- For example: priority review, NME, or fast track
- Also consider treatment alternatives
- Waiver “is necessary” or “because of limited resources”

Fees Exceed the Cost

- All fees paid v. all costs!
- Guidance Document
www.fda.gov/cder/pdufa/fecgud99.pdf
- Pay up front, but

Annual Fees -- Products

- The product must be
 - subject to an approved human drug application
 - in the active portion of the Orange Book
 - not the same as another product
 - not an OTC
- The applicant must have an application or supplement pending after 9/1/92.
- FY 07 fee = \$49,750

Annual Fees -- Establishments

- The applicant, not the establishment owner, is responsible for the establishment fee
- Who must pay?
 - an applicant with applications or supplements pending after 9/1/92, who manufactures a *prescription drug product in final dosage form*
 - only if product is assessed a product fee
 - may share the establishment fee with others who use same manufacturing facility
- FY 07 Fee = \$313,100

Waiver Process

- Written request
- Courier to: Michael Jones,
FDA/CDER/ORP, Rockwall 2, Suite 1101,
5515 Security Lane, Rockville, MD 20852
- Refer to pages 22 - 24 in FDA's Interim
Guidance Document for Waivers of and
Reductions in User Fees
- Call me once you have a draft and before
you send in the request: 301-594-2041.

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WWW

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<http://www.fda.gov/cder/pdufa/default.htm>

FDA

<http://www.fda.gov/oc/pdufa/default.htm>

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